## Wage Withholding - Refund Claims

Question: Is interest paid on a claim for refund of overpaid wage withholding?

## Answer:

The department is required to pay interest on refunds for overpayments of wage withholding if the refund is:

- not issued within 45 days from the received date of the claim and,
- not issued within 90 days of due date of the annual reconciliation and,
- not more than twice the amount of the tax liability.

If interest is due, interest will generally be calculated from July 15<sup>th</sup> of the year for which the annual reconciliation is being filed. If the over payment is from a specific period, the interest may be calculated from the due date of that period.